

Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 142776
ORIGIN STR-07

INFO OCT-01 NEA-11 IO-13 ISO-00 STRE-00 AGRE-00 CEA-01
CIAE-00 COME-00 DODE-00 EB-08 FRB-03 H-01 INR-10
INT-05 L-03 LAB-04 NSAE-00 PA-01 CTME-00 AID-05
SS-15 ITC-01 TRSE-00 SP-02 SOE-02 OMB-01 DOE-15
NSCE-00 ICAE-00 SSO-00 INRE-00 JUSE-00 /109 R

DRAFTED BY STR:SO'LEARY:TI
APPROVED BY STR:SLANDE
COMMERCE:FMONTGOMERY (SUB)
STR:WKELLY
STR:AWWOLFF
STR:TGRAHAM

-----086847 061907Z /72

O R 061854Z JUN 78
FM SECSTATE WASHDC
TO AMEMBASSY NEW DELHI IMMEDIATE
AMEMBASSY CAIRO
INFO USMISSION GENEVA

LIMITED OFFICIAL USE STATE 142776

CAIRO - PASS STEVE LANDE : USMTN

E.O. 11652: N/A

TAGS: ETRD, MTN

SUBJECT: US-INDIAN TROPICAL PRODUCTS LETTERS

1. BASED ON DIXIT'S REPORT OF HIS CONVERSATION WITH HODA,
WE BELIEVE THAT THE GOI WILL ACCEPT THE FOLLOWING MODIFICA-
TIONS TO CONCLUDE THE TROPICAL PRODUCTS EXCHANGE OF
LETTERS. IN THE NEW PARAGRAPH 4 OF THE U.S. LETTER, THE
WORD "AGREEMENT" WILL BE REPLACED BY THE WORD "UNDERSTAND-
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 142776

ING" EACH TIME THE WORD AGREEMENT APPEARS IN THAT PARAGRAPH.
THE LAST SENTENCE OF PARAGRAPH 4 REMAINS IN. PARAGRAPH 4
SHOULD, THEREFORE, READ AS FOLLOWS. BEGIN QUOTE. THIS
EXCHANGE OF LETTERS WILL CONSTITUTE A TRADE UNDERSTANDING
BETWEEN OUR GOVERNMENTS. SUCH AN UNDERSTANDING WILL TERM-
INATE AT THE TIME THAT TARIFF REDUCTIONS, PURSUANT TO AN
OVERALL AGREEMENT ON TARIFFS IN THE MTN, ARE INITIALLY

IMPLEMENTED BY THE GOVERNMENT OF THE UNITED STATES OF AMERICA. IT IS EXPECTED THAT THE RESULTS OF THIS UNDERSTANDING WILL BE INCORPORATED INTO SUCH AN OVERALL MTN AGREEMENT. IN ANY EVENT, THE UNDERSTANDING MAY BE TERMINATED BY EITHER PARTY UPON SIX MONTHS WRITTEN NOTICE TO THE OTHER PARTY. END QUOTE.

2. IF INDIANS ARE WILLING TO ACCEPT PARAGRAPH 4 AS ABOVE, THEN THE U.S. WOULD BE WILLING TO DROP THE FIRST SENTENCE

IN PARAGRAPH 5. THIS SENTENCE, AS IT WAS FINALLY FORMULATED, READS AS FOLLOWS. BEGIN QUOTE. THE QUESTION OF THE CONTINUATION OF CONCESSIONS WILL BE ADDRESSED BY BOTH SIDES AT THE CONCLUSION OF THE MULTILATERAL TRADE NEGOTIATIONS OR JANUARY 3, 1980, WHICHEVER IS EARLIER. END QUOTE. IF THIS SENTENCE IS DROPPED FROM PARAGRAPH 5, THEN PARAGRAPH 5 WILL READ AS FOLLOWS. BEGIN QUOTE. IN THE INTERIM, RELYING UPON THE MEASURES CITED IN YOUR LETTER, THE GOVERNMENT OF THE UNITED STATES OF AMERICA WILL PROVIDE MAXIMUM POSSIBLE SECURITY FOR ITS CONCESSIONS. END QUOTE

3. THE LETTERS ARE TO BE SIGNED AND EXCHANGED IN GENEVA BY AMBASSADOR DAVE AND AMBASSADOR MCDONALD. THIS WILL PERMIT RECOGNITION OF THE ACCOMPLISHMENT DURING PRIME MINISTER DESAI'S VISIT TO WASHINGTON.

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 STATE 142776

4. IN PARAGRAPH 2(I) OF THE INDIAN LETTER THE VALUE OF U.S. EXPORTS BENEFITTING FROM THE REMOVAL OF U.K. PREFERENCES SHOULD BE CHANGED TO READ BEGIN QUOTE RS. 311.8 MILLION WHICH REPRESENTED 15.7 PERCENT OF INDIA'S IMPORTS FROM ALL SOURCES. END QUOTE. THE CHANGE REFLECTS THE ADJUSTED FIGURES SUBMITTED TO THE AMERICAN EMBASSY BY THE GOI MINISTRY OF COMMERCE ON MARCH 31.

5. REQUEST EMBASSY NEW DELHI IMMEDIATELY RELAY THESE MODIFICATIONS TO GOI AND CABLE GOI REACTION. VANCE

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: TROPICAL PRODUCTS, TRADE AGREEMENTS
Control Number: n/a
Copy: SINGLE
Draft Date: 06 jun 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978STATE142776
Document Source: CORE
Document Unique ID: 00
Drafter: SO\LEARY:TI
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D780236-0716
Format: TEL
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780690/aaaaczsz.tel
Line Count: 104
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: c1d3e390-c288-dd11-92da-001cc4696bcc
Office: ORIGIN STR
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 05 may 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: N/A
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2471757
Secure: OPEN
Status: NATIVE
Subject: US-INDIAN TROPICAL PRODUCTS LETTERS
TAGS: ETRD, IN, US, MTN
To: NEW DELHI CAIRO
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/c1d3e390-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
Declassified/Released
US Department of State
EO Systematic Review
20 Mar 2014
Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014